

FISCAL NOTE

Bill #: HB0554

Title: Insurance commissioner oversight of mental health managed care

Primary

Sponsor: Billie Krenzler

Status: As introduced

Sponsor signature	Date	Dave Lewis, Budget Director	Date
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Fiscal Summary

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
Expenditures:		
General Fund	\$128,835	\$195,585
Revenue:		
General Fund		
State Special Revenue		
Federal Special Revenue		
Other		
Net Impact on General Fund Balance:	(\$128,835)	(\$195,585)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts

Fiscal Analysis

ASSUMPTIONS:

1. The State Auditor would not have oversight of mental health managed care until the current contract is renewed, amended, or breached.
2. The State Auditor's Office would require 3.00 FTE and related costs to implement the provisions of this bill. The FTE would be 1.00 program manager (grade 17), 1.00 market conduct specialist (grade 16), and 1.00 compliance specialist (grade 14).

(continued)

3. Under the oversight of the State Auditor, the contractor for the mental health managed care program would have to meet the requirements of a start-up financial exam in FY 2000 and a financial exam and market conduct study in FY 2001, with the later accounting for \$80,000 of the operating expenses.

FISCAL IMPACT:

	FY2000 <u>Difference</u>	FY2001 <u>Difference</u>
State Auditor's Office		
FTE	3.00	3.00
 <u>Expenditures:</u>		
Personal Services	108,985	108,985
Operating Expenses	<u>19,850</u>	<u>86,600</u>
TOTAL	\$128,835	\$195,585
 <u>Funding:</u>		
General Fund (01)	\$128,835	\$195,585
 <u>Revenues:</u>	0	0
 <u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	(\$128,835)	(\$195,585)